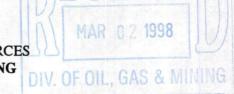
FORM MR-AR (Revised 5/97)

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940



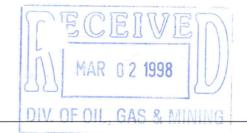
## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	Gene	eral Information		
	1.	Report Time Period: From (mo./yr.) 1/97 To (mo./yr.) 12/97		
	2.	DOGM File Number (Mine No): M /037 / 043		
	3.	Mine Name: Hecla Mine		
	4.	Mineral(s) Mined (or permitted to mine): Vanadium		
	5.	Type of mine ☐ Surface Mine or ☑ Underground Mine		
	6.	Legal Description (Location of Lands Affected):		
		N/2N/21/4,1/4,1/4, Section6 , Township 29 S , Range _24 E		
		1/4,1/4,1/4, Section, Township, Range		
7.	Name of Operator or Company:International_Uranium_(USA)_Corporation			
	8.	Permanent Street Address: 1050 17th Street, Suite 950		
		City, State, Zip: Denver, CO 80265		
		Phone: 303.628.7798		
	9.	Company Representative (or designated operator):		
		Name: Michelle R. Rehmann		
		Title: Environmental Manager		
		Business Address: 1050 17th Street, Suite 950		
		City, State, Zip: Denver, CO 80265		
		Phone: 303-628-7798		
		Please check if any of the above information has changed since previous year.		
II.	Mining and Reclamation			
	1.	Was the mine active during the past year? Yes □ No □		
	2.	If active, how much ore or mineral was mined?N/A		
	3.	If inactive, what year was the mine last active? 1989		

	3. How much additional acreage was disturbed during the past year?	
	4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.  None	f
5.	How much acreage was reclaimed during the past year?	
6.	Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.  No reclamation conducted	
7.	What is the total disturbed acreage at years end?	_
8.	Briefly summarize any mining and/or reclamation plans for the upcoming year.	
	The mine remains on standby - ready status, with surface plant intact. UWG permit No. 37002 is in force and effect. Project	
	engineering study will occur during 1998.	
NOTE:	Section III., "Additional Information" applies only to large mining operations.	
1.		previous m
2.	Any monitoring results or other reports that are required under the terms of the approved notice of should also be attached.	intention
IV. Signat	ure Requirement	
I h	ereby certify that the foregoing is true and correct.	
	Name (Typed or Print): International Uranium (USA) Corporati	on
	Title of Operator: by: David C. Frydenlund/Vice President	
	Signature of Operator:	
	Date: February 26. 1998	
jb MR-AR		





Independence Plaza, Suite 950 • 1050 Seventeenth Street • Denver, CO 80265 • 303 628 7798 (main) • 303 389 4125 (fax)

February 27, 1998

Department of Natural Resources Division of Oil, Gas and Mining Box 145801 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114-5801

Attn: Joelle Burns

Re: Hecla Mine: Permit M/037/043

Rim/Columbus Mine: Permit M/037/006 Redd Block IV Mine: Permit M/037/046

Pandora Mine: Permit M/037/012

LaSal/Snowball Mine: Permit M/037/026

## Dear Joelle:

Enclosed are the annual reports on the above-reference permits. Please accept our apologies for being late. Thank you for calling and reminding us.

If you have any questions, please do not hesitate to call me at 303-389-4132.

Sincerely,

Vicki L. Hoffsetz

Paralegal / Land Administrator

**Enclosures**